



N.C. RAJAN & CO.
CHARTERED ACCOUNTANTS

Partners

P.J. RAMANI B.Com., F.C.A.

V. GOPALAKRISHNAN B.Com., F.C.A.

JAYANTHI RAMANI M.Sc., F.C.A.

P. MANIKANDAN B.Com., A.C.A.

"SELEKT ENCLAVE"

First Floor, 16, Dr. Munusamy Garden Street
Avinashi Road, Coimbatore - 641 018

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E-mail : audit@ncrajan.com

Ref :VG/09/2018-19

Independent Auditor's Report on Standalone Financial Results for the quarter and year ended on

31st March, 2018

(Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015)

To Board of Directors of **CG VAK Software and Exports Limited**

1. We have audited the standalone financial results of M/s. **CG VAK Software and Exports Limited** for the quarter and year ended on 31st March, 2018, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. These quarterly standalone financial results as well as the consolidated financial results for the year ended 31st March, 2018 have been prepared from financial statements, which are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial results based on our audit of such financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard (Ind AS) prescribed under the Section 133 of the Companies Act, 2013 read with relevant rules issued there under or by the Institute of Chartered Accountants of India, as applicable and other accounting principles generally accepted in India.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.





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3. In our opinion and to the best of our information and according to the explanations given to us these quarterly financial results as well as the year to date results

- i. are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 05, 2016 and
- ii. gives a true and fair view of the financial performance including other comprehensive income and other financial information for the quarter ended 31st March, 2018 as well as the year to date results for the period from 1st April 2017 to 31st March, 2018

For N.C. RAJAN & CO.,
Chartered Accountants
Firm Reg. No : 003426S

Partner

V. Gopalakrishnan

Membership No. 202480

Coimbatore

28.05.2018



Statement of Standalone Audited Financial Results for the Quarter and Year ended 31.03.2018

PART I

(in Lakhs)

Sl.No.	Particulars	QUARTER ENDED			YEAR ENDED	YEAR ENDED
		31.03.2018 Audited	31.12.2017 Unaudited	31.03.2017 Audited	31.03.2018 Audited	31.03.2017 Audited
I	Revenue from operations	389.34	354.79	301.88	1,425.81	1,161.77
II	Other Income	13.99	5.02	(1.72)	36.66	9.49
III	Total Revenue(I+II)	403.33	359.81	300.16	1,462.47	1,171.26
IV	EXPENSES					
	a) Employee benefit expense	297.39	287.78	232.99	1,084.30	847.37
	b) Finance Costs	0.04	0.04	0.08	0.17	0.53
	c) Depreciation	7.82	6.98	5.61	28.14	27.82
	d) Other expenses	51.62	53.79	78.98	194.19	239.62
	Total expenses (IV)	356.87	348.59	317.66	1,306.80	1,115.34
V	Profit/ (Loss) before exceptional items and tax (III-IV)	46.46	11.22	(17.50)	155.67	55.92
VI	Exceptional item	-	-	-	-	-
VII	Profit /(Loss) before extraordinary item and tax (V-VI)	46.46	11.22	(17.50)	155.67	55.92
VIII	Extraordinary items	-	-	-	-	-
IX	Profit before tax (VII-VIII)	46.46	11.22	(17.50)	155.67	55.92
X	Tax Expenses					
	a) Current Tax	4.69	2.60	7.00	25.19	20.00
	b) Deferred Tax	(0.04)	(3.39)	(12.01)	19.24	(3.05)
XI	Profit/(Loss) for the period after tax (IX - X)	41.81	12.01	(12.49)	111.24	38.97
XII	Other Comprehensive Income					
	a)Items that will not be reclassified to profit and loss					
	i) Loss on remeasurement of defined benefit obligation	(1.68)	(0.81)	(1.01)	(3.95)	(4.05)
	ii) Income tax relating to the above	0.44	0.58	0.47	1.02	1.25
	b) Item that will be reclassified to Profit and Loss	-	-	-	-	-
XIII	Total comprehensive income for the period (XI + XII)	40.57	11.78	(13.03)	108.31	36.17
XIV	Paid up equity share capital (Face value of Rs.10/- each)	505.02	505.02	505.02	505.02	505.02
XV	Reserves (excluding revaluation reserves)				474.28	396.38
XVI	Earnings per equity share:					
	(a) Basic	0.83	0.24	(0.25)	2.20	0.77
	(b) Diluted	0.83	0.24	(0.25)	2.20	0.77





Standalone Statement of Assets and Liabilities as at 31.03.2018

		Rs. In Lakhs	Rs. In Lakhs
Particulars		As at 31.03.2018	As at 31.03.2017
A	ASSETS		
1	Non-current assets		
	(a) Property, Plant & Equipment	164.34	159.33
	(b) Other Intangible Assets	21.97	28.69
	(c) Financial assets		
	(i) Investments	356.00	331.00
	(ii) Other financial assets	3.07	3.07
	(d) Deferred tax assets (net)	34.57	46.67
	(e) Other non-current assets	9.06	4.31
	Total Non current assets	589.01	573.07
2	Current assets		
	(a) Investments	25.00	-
	(b) Financial assets		
	(i) Trade receivables	103.26	186.52
	(ii) Cash and cash equivalents	115.17	165.53
	(iii) Bank balances other than cash and cash equivalents	295.74	51.77
	(iv) other financial assets	22.43	15.05
	(c) Current tax assets (net)		4.00
	(d) Other current assets	36.27	17.38
	Total current assets	597.87	440.25
	Total Assets	1,186.88	1,013.32
B	EQUITY AND LIABILITIES		
	Equity		
	(a) Equity Share Capital	505.02	505.02
	(b) other Equity	474.28	396.38
	Total Equity	979.30	901.40
	Liabilities		
1	Non-current liabilities		
	(a) Financial liabilities	-	-
	(b) Provisions	-	-
	(c) Deferred tax liabilities (net)	-	-
	Total - Non-Current liabilities	-	-
2	Current liabilities		
	(a) Financial liabilities		
	(i) Trade payables	6.69	5.28
	(ii) Other financial liabilities	-	1.89
	(b) Provisions	34.34	23.28
	(c) Other Current liabilities	160.23	81.47
	(d) Current tax liabilities (Net)	6.32	-
	Total -Current liabilities	207.58	111.92
	Total Equity And Liabilities	1,186.88	1,013.32





NOTES :

- 1) The above Audited Standalone Financial Results were reviewed by the Audit Committee and approved by the Board of Directors of the Company at their Board meeting held on 28.05.18
- 2) The Board of directors have recommended a dividend of Rs.0.50 per equity share (i.e 5%), subject to the Approval of share holders at the ensuing Annual General Meeting.
- 3) The Company has first time adopted Indian Accounting Standard (referred to as 'Ind AS') with effect from 1st April, 2017, having the transition date as 1st April, 2016 and accordingly these financial results alongwith the comparatives have been prepared in accordance with the Companies Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable.
- 4) First time adoption of IND AS
In preparing these financial statements, the Company has applied the following significant optional exemptions, in addition to those which are mandatory:-

Optional exemptions availed:

Investment in Subsidiary:

The Company has availed the deemed cost exemption for IND AS purposes. Accordingly, the carrying values of investment under previous GAAP have been carried forward without any adjustments.

Property, Plant & Equipment and Intangible Assets:-

As permitted by IND AS 101, the Company has elected to continue with the carrying values under previous GAAP for all items of Property, Plant & Equipment, including Intangible Assets

Notes to the reconciliations:

Employee benefits:

Under the Previous GAAP, actuarial gain and loss on defined benefit obligations were recognised in the statement of Profit & Loss. Under IND AS, these are recognised in other comprehensive income.

The reconciliation of net profit reported in accordance with the Indian GAAP to total comprehensive income in accordance with IND AS for the Year/Quarter ended March 31, 2017 is given below:

Particulars	(Rs. In Lakhs)	
	Quarter ended 31.03.2017	Year ended 31.03.2017
	Audited	Audited
Net Profit / Loss as per Indian GAAP	(13.03)	36.17
Adjustments:		
Remeasurement of the defined benefit plans	1.01	4.05
Tax adjustments	(0.47)	(1.25)
Others	0.00	0.00
Net Profit / Loss as per IND AS (A)	(12.49)	38.97
Other comprehensive income, net of income tax		
Actuarial (loss) on employee defined plans	1.01	4.05
Income tax effect of above adjustment	(0.47)	(1.25)
Total other comprehensive Income, net of income tax (B)	0.54	2.80
Total comprehensive income for the period (A+B)	(13.03)	36.17

5) Segment Reporting

The Chairman and Managing Director & CEO of the Company has been identified as the Chief Operating Decision Makers (CODM) as defined by IND AS 108, "Operating Segments". The Company operates in one segment only i.e., "Information Technology Services". The CODM evaluates Performance of the Company based on revenue and operating income from the above segment. Accordingly, segment information has not been separately disclosed.

6) The figures for the quarter ended 31st March 2018 represents the derived figures between the audited figures in respect of the year ended 31st March 2018 & the unaudited published period to date figures upto 31st December 2017 being the date of the end of the third quarter of the current year, which was subjected to a limited review.

7) Figures for the previous year have been regrouped/rearranged wherever necessary to correspond with current period figures.

For and on behalf of the Board
For CGVAK Software & Exports Ltd

G Suresh
Managing Director & CEO



Place : Coimbatore
Date : 28-05-2018



CG-VAKTM
SOFTWARE & EXPORTS LTD



28th May, 2018

To:

The Department of Corporate Services,
The BSE Limited,
Floor 25, P.J. Towers,
Dalal Street,
Mumbai - 400 001.

SCRIP CODE: 531489

Dear Sirs,

Ref: Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Sub: Submission of Declaration in respect of Audit Report with Unmodified Opinion for the Standalone and Consolidated Audited Financial Results for the Year ended 31st March, 2018.

This confirms that the Statutory Auditors of the Company, M/s. N.C.Rajan & Co., Chartered Accountants (Firm Registration No: 003426S) have expressed an unmodified opinion on the Standalone and Consolidated Audited Financial Results for the year ended 31st March, 2018.

This declaration is provided pursuant to Regulation 33 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Kindly take the same on your records.

Thanking You,

Yours faithfully,

For **CG-VAK SOFTWARE AND EXPORTS LIMITED**

G. Suresh

Managing Director & CEO
DIN: 00600906



Encl: As above